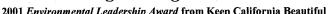


California Regional Water Quality Control Board

Los Angeles Region



Recipient of the 2001 Environmental Leadership Award from Keep California Beautiful

Arnold Schwarzenegger Governor

Linda S. Adams Agency Secretary

320 W. 4th Street, Suite 200, Los Angeles, California 90013 Phone (213) 576-6600 FAX (213) 576-6640 - Internet Address: http://www.waterboards.ca.gov/losangeles

August 31, 2006

Mr. Mario Stavale Boeing Realty Company 4900 E. Conant St., Bldg 1 Long Beach, CA 90808

2006-2007 ANNUAL ESTIMATION LETTER FOR SPILLS, LEAKS, INVESTIGATIONS, AND CLEANUPS (SLIC) COST RECOVERY PROGRAM - BOEING C-6 FACILITY - 19503 NORMANDIE AVENUE, LOS ANGELES (SLIC NO. 0410, SITE ID NO. 1846000)

Dear Mr. Stavale:

Section 13304 of the California Water Code (Porter Cologne) allows the Regional Water Quality Control Board (Regional Board) to recover reasonable expenses from a responsible party for overseeing the investigation and cleanup of unregulated discharges adversely affecting the State's waters. It is our intent to continue to recover costs for regulatory oversight work conducted at this site in accordance with our original cost recovery letter. In compliance with Section 13365 of the California Water Code, this letter is being sent to provide you with the following information regarding costs for regulatory oversight work:

- 1. A detailed estimate of the work to be performed or services to be provided;
- 2. A statement of the expected outcome of that work;
- The billing rates for all individuals and classes of employees expected to engage in the work; and
- An estimate of all expected charges to be billed to you by this agency.

Estimate of Work to be Performed

Regional Board staff estimate that the following work may be performed during fiscal year 2006/2007 (July 1, 2006 to June 30, 2007):

- Review project technical reports (such as workplan, investigation report, remedial action plan, monitoring report, and closure report..., etc.) that may be necessary;
- Provide written correspondences and telephone communications with the responsible party, its representatives and interested third parties;
- Conduct internal communications (i.e., meeting, memos, etc.) regarding the project;
- Meet with the responsible party, its representatives, consultants, and interested parties; and
- Conduct site inspection and/or collect split samples as appropriate.

Mr. Mario Stavale Boeing Realty Company Site ID No. 1846000

Statement of Expected Outcome

The following is the expected outcome of work that may be performed during fiscal year 2006/2007:

- Provide written comments on technical reports to be submitted as appropriate;
- Verify adequacy of technical reports; and
- Prepare and issue directive orders to the site, as determined to be necessary by the Regional Board.

Billing Rates

Enclosed is the billing rate for employees expected to perform the work. The names and classifications of employees that charge time to this site will be listed on the invoices. The average billing rate is approximately \$110.00 per hour as shown in Attachment 1. Recent salary adjustments will affect the current billing rates for many of our staff. An update billing rate will be included in the first quarter invoice for fiscal year 2006/2007.

Estimation of Expected Charges

Regional Board staff expects to charge about 250 hours of work related to this site during fiscal year 2006/2007. Based on the average billing rate of \$110 per hour, the estimated billing charge for this site during fiscal year 2006/2007 is \$27,500. Please note that this is neither a commitment nor a contract for regulatory oversight. It is only an estimate of the work, which may be performed. Furthermore, we anticipate that there may be possible delays in Regional Board staff's review of reports submitted.

Other Requirements

I. Public Participation

With increased public interest in our site cleanup programs and the public knowledge of threat to human health and the environment, the Regional Board is increasing our effort in getting the public more involved in our decision making process. The Regional Boards are also required to involve the public in site cleanup decisions under State law (including Health & Safety Code section 25356.1). You may be required to prepare and implement a public participation plan. Regional Board staff will provide you with additional guidance as appropriate.

II. Electronic Submittals

On April 27, 2005, the State Water Resources Control Board informed each responsible party of new regulations requiring the electronic submittal of information (ESI), which went into effect on January 1, 2005. The letter also stated that beginning on July 1, 2005, a paper copy of reports will no longer be required upon submittal of the electronic copy unless the Regional Board specifically requires the paper copy to be submitted.

III. Change of Ownership

You must notify the Executive Officer, in writing at least 30 days in advance of any proposed transfer of this cost reimbursement account's responsibility to a new owner containing a specific date for the transfer. In addition, you shall notify the succeeding owner of the existence of this cost reimbursement account by letter, copy of which shall be forwarded to the Board.

If you have any questions, please contact the project manager, Ana Townsend at (213) 576-6743 or the SLIC Program Manager, Arthur Heath at (213) 576-6725.

Sincerely,

Jonathan S. Bishop Executive Officer

Attachments: 1. Spills, Leaks, Investigations, and Cleanups (SLIC) Program - Billing Cost Explanation

2. New Regulation - Electronic Submittal of Information

SPILLS, LEAKS, INVESTIGATIONS, AND CLEANUPS (SLIC) PROGRAM BILLING COST EXPLANATION

Employee Salary and Benefits by Classification ¹ ABR		SALARY SCALE
Associate Governmental Program Analyst	AGPA	5,468 - 6,646
Engineering Geologist	EG	4,753 - 8,316
Environmental Scientist	ES	3,824 - 7,097
Office Assistant	OA	2,578 - 3,442
Office Technician	OT	3,338 - 4,056
Principal Water Resources Control Engineer	PWRCE	9,476 - 10,451
Sanitary Engineering Associate	SEA	6,165 - 7,491
Sanitary Engineering Technician	SET	4,245 - 5,922
Senior Engineering Geologist	SEG	7,650 - 9,297
Senior Environmental Scientist	SRES	6,774 - 9,823
Senior Water Resources Control Engineer	SWRCE	7,650 - 9,297
Staff Counsel	STCOUN	5,099 - 9,823
Staff Counsel III	STCOUNIII	9,185 - 11,334
Staff Counsel IV	STCOUNIV	10,141 - 12,522
Staff Environmental Scientist	SES	6,767 - 8,172
Student Assistant	SA	1,812 - 2,413
Student Assistant Engineer	SAE	2,488 - 3,723
Supervising Water Resources Control Engineer	SUWRCE	8,622 - 10,206
Water Resources Control Engineer	WRCE	4,753 - 8,298

Indirect Charges²

Indirect costs	100% of salaries and benefits
Accounting administrative costs	15% of salaries and benefits
Regional Board administrative costs	20% of salaries and benefits

Billing Example

Water Resources Control Engir	neer	
Salary:	\$	8,298
Overhead (indirect costs):	\$	8,298
Admin.: State Board	\$	1,245
Regional Board	\$	1,660
Total Cost per month	\$	19,501

Divided by 176 hours per month equals per hour: \$110.80 (Due to the various classifications that expend SLIC resources. An average of \$110.00 per hour can be used for projection purposes.)

² The examples are estimates based on recent billings. Actual charges may be slightly higher or lower.

9/21/05

¹ The name and classification of employees performing oversight work will be listed on the invoice you receive.



California Regional Water Quality Control Board

Los Angeles Region





320 W. 4th Street, Suite 200, Los Angeles, California 90013
Phone (213) 576-6600 FAX (213) 576-6640 - Internet Address: http://www.waterboards.ca.gov/losangeles



Arnold Schwarzenegger Governor

ATTACHMENT

July 1, 2005

Notice to Interested Parties

NEW REGULATIONS - ELECTRONIC SUBMITTAL OF INFORMATION

The State Water Resources Control Board (State Water Board) recently adopted regulations requiring the electronic submittal of information (ESI), over the internet, for cleanup programs overseen by the California Regional Water Quality Control Boards (Regional Water Boards), starting January 1, 2005.

Parties responsible for cleanup of pollution at sites overseen by the Regional Water Board's Department of Defense (DoD), Spills, Leaks, Investigations, and Cleanups Program (SLIC), and Land Disposal Programs are required to submit over the internet, the following information electronically:

- groundwater analytical data,
- surveyed locations of monitoring wells,
- boring logs describing monitoring well construction, and.
- portable data format (PDF) copies of all reports.

The text of the regulations is attached, and can be found at the following URL:

http://www.waterboards.ca.gov/ust/cleanup/electronic reporting/docs/final electronic regs dec04.pdf

The State Water Board GeoTracker data management system is capable of accepting this electronic information. GeoTracker is a geographic information system providing online access to environmental and regulatory data. Currently, Geotracker has information submitted by responsible parties for over 10,000 Leaking Underground Storage Tank sites statewide. This information is available to the public at:

http://www.geotracker.swrcb.ca.gov

Beginning July 1, 2005, a paper copy of reports will no longer be required for the DoD, SLIC, or Land Disposal Programs upon submittal of the electronic copy unless the Regional Water Board specifically requires the paper copy to be submitted. The electronic reports are intended to replace the need for a paper report, and will be used for all public information requests, regulatory review, and compliance/enforcement activities.

You will need a GeoTracker password for submitting data and reports. To obtain instructions for receiving a GeoTracker password please go to our ESI website:

http://www.swrcb.ca.gov/ust/cleanup/electronic reporting/index.html

Our ESI website has an on-line tutorial to aid your transition to electronic data and reporting submittal. You can access information on how to upload electronic data at the following ESI website:



http://www.swrcb.ca.gov/ust/cleanup/electronic_reporting/docs/ab2886_primer.pdf

If you have any questions or need additional information on reporting electronic data, please contact Hamid Foolad at: hfoolad@waterboards.ca.gov.

Training and Outreach

User outreach meetings will be arranged in both Northern and Southern California based upon demand. The GeoTracker system will be announcing future sessions to all regulators, consultants and responsible parties who hold a GeoTracker password.